

Fund Source Report

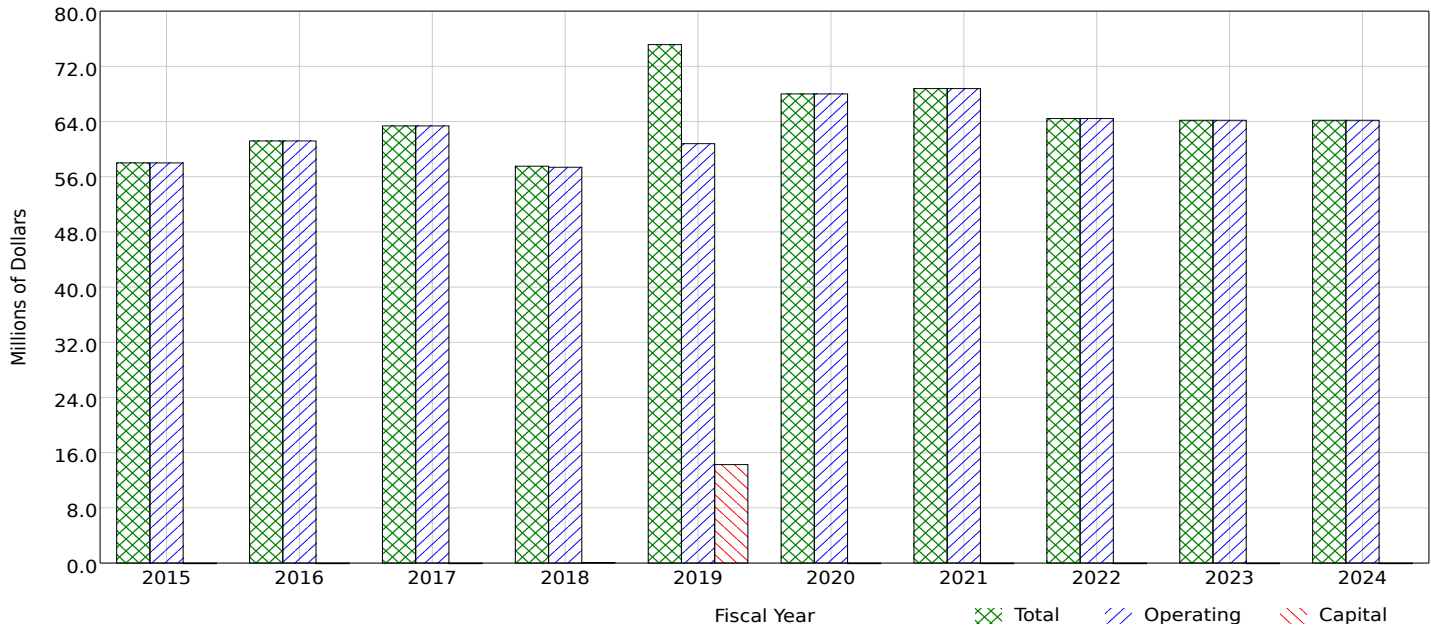
1017

Group Ben

Group Health and Life Benefits Fund

Year Authorized 1990	Year Repealed	Active? Yes	Mental Health? No	Duplicated? No	Fund Group Trust / Fiduciary
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Operating and Capital Appropriations



Legal Authority

AS 39.30.095, AS 39.30.150

Source of Revenue

Legislative appropriations, interest earnings, and employer/employee contributions.

Restrictions on Use

With money in the fund, the Commissioner of Administration shall pay premiums, claims, and administrative costs required under the insurance policies in effect for state employees and dependents and for others entitled to coverage. This account also applies to optional life and health insurance under the Supplemental Benefits System.

Description and History

Appropriations from this fund code include group health and life benefits (AS 39.30.090) and the supplemental health and life insurance benefits offered to employees upon the State's withdrawal from Social Security on January 1, 1980 (AS 39.30.160). The State of Alaska contributes to the Supplemental Benefits System in lieu of contributions to the federal Social Security system.

Effective July 1, 1997, the State began a self-insurance program to provide health care coverage for state employees covered by the retirement programs administered by the State. The Group Health and Life Benefits Fund consists of accumulated assets withheld from payroll and invested for the purpose of paying health care and life insurance claims related to active state employees and accounts for transactions pertaining to the self-insurance program.

Retiree Health Insurance is a separate fund (See 1142 Retiree Health Insurance Fund/Major Medical and 1143 Retiree Health Insurance Fund/Long-Term Care).

Prior to FY98, investment fees for the management of the principal of these funds were not included in the Legislative Finance budget system.